

**THE OIL AND GAS CONSERVATION COMMISSION  
OF THE STATE OF COLORADO**

IN THE MATTER OF THE APPLICATION OF  
EXTRACTION OIL & GAS LLC FOR AN ORDER TO  
POOL ALL INTERESTS IN AN APPROXIMATE 640-  
ACRE DESIGNATED HORIZONTAL WELLBORE  
SPACING UNIT IN SECTION 33, TOWNSHIP 6 NORTH,  
RANGE 67 WEST, 6TH P.M., FOR THE CODELL  
FORMATION, WATTENBERG FIELD, WELD COUNTY,  
COLORADO

CAUSE NO.

DOCKET NO.

**APPLICATION**

COMES NOW Extraction Oil & Gas LLC, Operator No. 10459, ("Extraction" or "Applicant"), by and through its attorneys, Beatty & Wozniak, P.C., and makes this application to the Oil and Gas Conservation Commission of the State of Colorado ("Commission") for an order to pool all interests within an approximate 640-acre designated horizontal Wellbore Spacing Unit ("WSU") established for all of Section 33, Township 6 North, Range 67 West, 6th P.M., for the development and operation of the Codell Formation. In support of its Application, Applicant states and alleges as follows:

1. Applicant is a corporation duly authorized to conduct business in the State of Colorado, and is a registered operator in good standing with the Commission.

2. Applicant owns substantial leasehold interests in the below-listed lands:

Township 6 North, Range 67 West, 6th P.M.

Section 33: All

640 acres, more or less, Weld County, Colorado.

These lands are hereinafter referred to as the "Application Lands" and depicted in Exhibit A attached hereto.

3. On April 27, 1998, the Commission adopted Rule 318A, which among other things, allows certain drilling locations to be utilized to drill or twin a well, deepen a well or recomplete a well and to commingle any or all of the Cretaceous Age Formations from the base of the Dakota Formation to the surface. On December 5, 2005, Rule 318A was amended to allow interior infill and boundary wells to be drilled and wellbore spacing units to be established. On August 8, 2011, Rule 318A was again amended to, among other things, address the drilling of horizontal wells.

4. On February 19, 1992, the Commission entered Order No. 407-87, which among other things, established spacing for the Niobrara Formation for certain lands previously spaced for the Codell Formation and allowed the downhole commingling of

production from the Codell and Niobrara Formations. The Application Lands are subject to Order No. 407-87 for the Niobrara Formation.

5. Pursuant to Rule 318A., Applicant designated an approximate 640-acre horizontal wellbore spacing unit, composed of the Application Lands, for the below-described well, for the production of oil, gas and associated hydrocarbons from the Codell Formation. Applicant notified all owners in the proposed wellbore spacing unit pursuant to Rule 318A.e.(5). Applicant did not receive objections to the establishment of the proposed horizontal wellbore spacing unit within the 30-day response period.

(a) Rancho Water Valley #13 Well (API No. 05-123-36426) – Codell Formation

This well is hereinafter referred to as the "Subject Well."

6. Acting pursuant to the relevant provisions of §34-60-116(6) & (7), C.R.S., and Rule 530., Applicant seeks an order pooling all interests, including, but not limited to, any nonconsenting interests, in the WSU established for the Application Lands, for the development and operation of the Codell Formation.

7. Applicant requests that the pooling order entered as a result of this Application be made effective as of the date of this Application.

8. Further, Applicant requests that the interests of any owners with whom the Applicant has been unable to secure a lease or other agreement to participate in the drilling of the Subject Well, are made subject to the cost recovery provisions of §34-60-116(7), C.R.S., effective as of the earlier of the date of the Application, or the date the costs specified in §34-60-116(7)(b), C.R.S. are first incurred for the drilling of the Subject Well.

9. The granting of this Application is in accord with the Oil and Gas Conservation Act, found at §§34-60-101, et seq., C.R.S., and the Commission rules.

10. Applicant requests that relief granted under this Application should be effective on oral order by the Commission, and Applicant hereby agrees to be bound by said oral order.

11. That the names and addresses of the interested parties (persons who own any interest in the mineral estate of the tracts to be pooled, except owners of overriding royalty interest) according to the information and belief of the Applicant are set forth in Exhibit B attached hereto. The Applicant shall submit a certificate of service for the Application within the seven days as required by Rule 503.e.

WHEREFORE, Applicant respectfully requests that this matter be set for hearing, that notice be given as required by law and that upon such hearing, this Commission enter its order:

A. Pooling all interests in the WSU established for the Application Lands, for the development and operation of the Codell Formation, with the pooling order made effective as of the date of this Application.

B. Providing that the interests of any owners with whom the Applicant has been unable to secure a lease or other agreement to participate in the drilling of the Subject Well are pooled by operation of statute, pursuant to §34-60-116(6) & (7), C.R.S., and made subject to the cost recovery provisions thereof, effective as of the earlier of the date of the Application, or the date the costs specified in §34-60-116(7)(b), C.R.S. are first incurred for the drilling of the Subject Well.

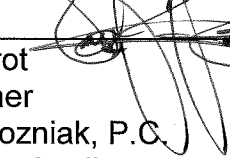
C. For such other findings and orders as the Commission may deem proper or advisable in the premises.

WHEREFORE, Applicant respectfully requests that this matter be set for hearing in May 2015, that notice be given as required by law, and that upon such hearing, the Commission enter its order consistent with Applicant's request as set forth above.

Dated: March 19, 2015.

Respectfully submitted:

**Extraction Oil & Gas LLC**

By:   
James Parrot  
Jillian Fulcher  
Beatty & Wozniak, P.C.  
Attorneys for Applicant  
216 16th Street, Suite 1100  
Denver, Colorado 80202  
(303) 407-4499  
jparrot@bwenergyllaw.com  
jfulcher@bwenergyllaw.com

Applicant's Address:  
Extraction Oil & Gas LLC  
Destenie McMillen, Senior Landman  
1888 Sherman Street, Suite 200  
Denver, Colorado 80203

VERIFICATION

STATE OF COLORADO

)

) ss.

CITY & COUNTY OF DENVER

)

Destenie McMillen, Senior Landman for Extraction Oil & Gas LLC, upon oath deposes and says that she has read the foregoing Application and that the statements contained therein are true to the best of her knowledge, information and belief.

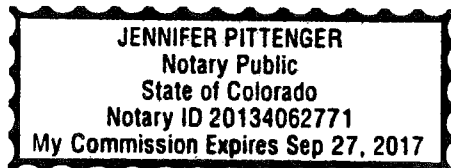
EXTRACTION OIL & GAS LLC

  
Destenie McMillen

Subscribed and sworn to before me this 18<sup>th</sup> day of March, 2015, by Destenie McMillen, Senior Landman for Extraction Oil & Gas LLC.

Witness my hand and official seal.

My commission expires: 9-27-2017



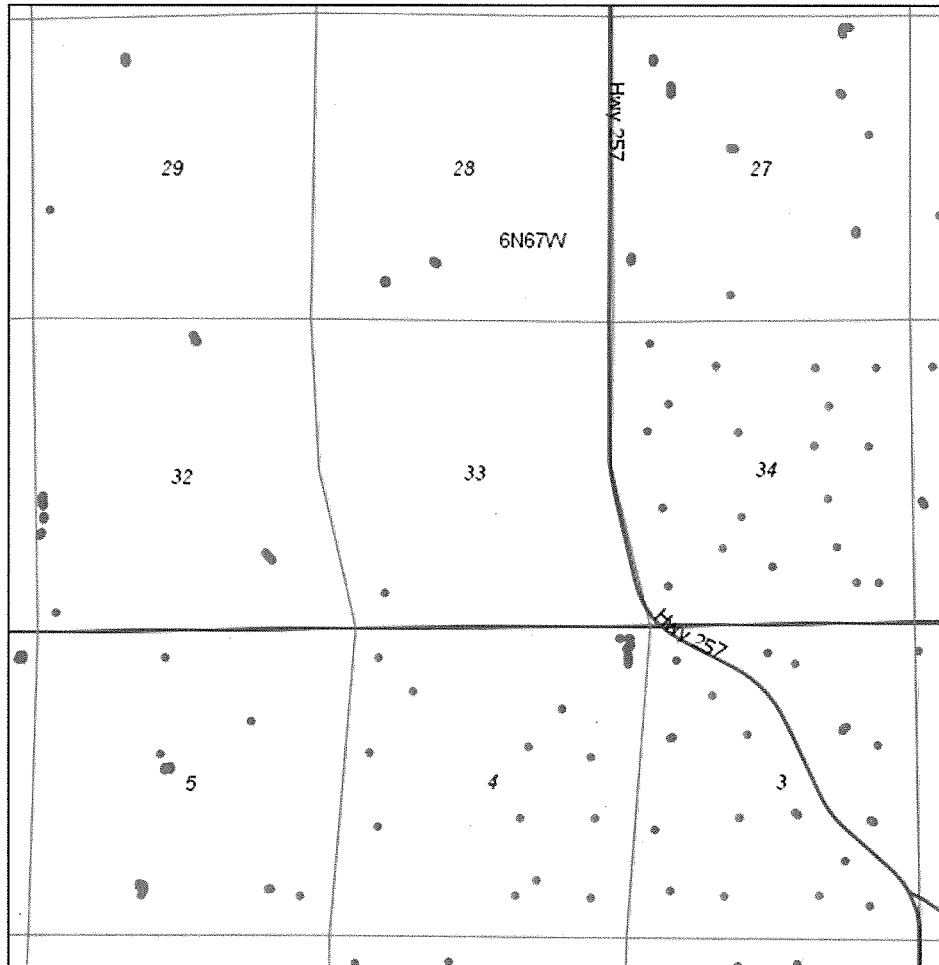
Notary Public



## EXHIBIT A

### Reference Map for Pooling Application

Township 6 North, Range 67 West, 6th P.M.  
Section 33: All



**EXHIBIT B  
INTERESTED PARTIES**

Anadarko Land Corporation  
1099 18<sup>th</sup> Street, Suite 1800  
Denver, CO 80202

Trollco, Inc.  
1625 Pelican Lakes Point, Suite 201  
Windsor, CO 80550

Edmund Perry Hart and Judy Rae Hart  
2174 Cape Hatteras Dr. #3  
Windsor, CO 80550

J. Michael Carrigan and  
Sandi H. Carrigan  
2131 Cape Hatteras Court  
Windsor, CO 80550

Pelican Lakes, LLC  
1625 Pelican Lakes Point, Suite 201  
Windsor, CO 80550

Kerr McGee Oil & Gas  
Onshore LP  
1099 18<sup>th</sup> Street, Suite 1800  
Denver, CO 80202

Great Western Railway Company  
252 Clayton Street 4th Floor  
Denver, CO 80204

Vima Partners, LLC  
1625 Pelican Lakes Point, Suite 201  
Windsor, CO 80550

Patriot Energy, LLC  
1625 Pelican Lakes Point, Suite 201  
Windsor, CO 80550

Larry L. Schupbach  
730 Virginia Street  
Graham, TX 76450-3142

Windsor Royalty Company, LLC  
1625 Pelican Lakes Point, Suite 201  
Windsor, CO 80550

Affirm Energy, LLC  
P.O. Box 692  
Niwtot, CO 80544-0692

Jeffrey B. Lewis and  
Susan L. Lewis  
30037 State Highway 257  
Windsor, CO 80550

Lighthouse Point Condominiums  
Owners Association  
P.O. Box 72  
Windsor, CO 80550

Viki J. Lind  
29486 Weld County Road 13  
Windsor, CO 80550

James L. Abbott and  
Grace M. Abbott  
8944 County Road 62  
Windsor, CO 80550

Hyla Ree Sloane  
5380 E. Sanford Circle  
Englewood, CO 80113

Bank Midwest, N.A.  
1111 Main Street, Suite 208  
Kansas City, MO 64105

Lawrence A. Mason & Cecilia Mason  
2174 Cape Hatteras Dr. #4  
Windsor, CO 80550


Lighthouse Point Townhomes, LLC  
1170 W Ash St, Ste 100  
Windsor, CO 80550

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That she is a Legal Assistant at Beatty & Wozniak, P.C., attorneys for Extraction Oil & Gas LLC, and on or before March 26, 2015, caused a copy of the attached Application to be deposited in the United States Mail, postage prepaid, addressed to the parties listed on Exhibit B to the Application.

  
Jennifer Pittenger

Yusef L. Peters  
Notary Public

My commission expires 10-4-17

**TERESA L. PETERSON**  
**NOTARY PUBLIC**  
**STATE OF COLORADO**  
NOTARY ID 19894002026  
MY COMMISSION EXPIRES OCT.4, 2017